Honolulu, Hawaii

March 24 , 2014

RE: H.C.R. No. 176

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Seventh State Legislature Regular Session of 2014 State of Hawaii

Sir:

Your Committee on Economic Development & Business, to which was referred H.C.R. No. 176 entitled:

"HOUSE CONCURRENT RESOLUTION REQUESTING THE STATE PROCUREMENT OFFICE TO CONDUCT A STUDY ON THE FEASIBILITY, NECESSARY PROCESSES, AND COSTS RELATIVE TO REQUIRING THE CONSIDERATION OF PAST PERFORMANCE AS A FACTOR IN AWARDING PUBLIC CONTRACTS, INCLUDING LOW BID CONTRACTS,"

begs leave to report as follows:

The purpose of this measure is to increase government efficiency and allow the State to avoid poor-performing contractors when issuing public contracts by requesting the State Procurement Office to conduct a study on the feasibility, necessary processes, and costs relative to requiring the consideration of past performance as a factor in awarding public contracts, including low bid contracts.

The State Procurement Office testified in support of this measure. The General Contractors Association of Hawaii provided comments.

Your Committee notes that while the State Procurement Office indicated that the Office welcomes the opportunity to perform this study, the Office estimates that it will need approximately \$25,000 for completion of this study.

As affirmed by the record of votes of the members of your Committee on Economic Development & Business that is attached to this report, your Committee concurs with the intent and purpose of H.C.R. No. 176 and recommends that it be referred to the Committee on Finance.

Respectfully submitted on behalf of the members of the Committee on Economic Development & Business,

CLIFT TSUJI Chair

State of Hawaii House of Representatives The Twenty-seventh Legislature

Record of Votes of the Committee on Economic Development & Business

	ommittee Referral:	Date	_ \ \	-
HCRING	EDB, FIND		3118111	4
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold				
Pass short form bill with HD to recommit for future public hearing (recommit)				
EDB Members	Ayes	Ayes (WR)	Nays	Excused
1. TSUJI, Clift (C)		·		
A WIND G (VG)		i		
2. WARD, Gene (VC)				_
3. AWANA, Karen				
4. BROWER, Tom			-	
5. CACHOLA, Romy M.	V			
6. ITO, Ken		- 1		<u>.</u>
o. 110, Ken				
7. CHOY, Isaac W.			• 110	
8. OHNO, Takashi				
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9. ONISHI, Richard H.K.				
10. TOKIOKA, James Kunane				
11. WOOLEY, Jessica				
MOTAL (11)				
TOTAL (11)				
The recommendation is:				
If joint referral, did not support recommendation.				
Vice Chair's or designee's signature:				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				